

FREQUENTLY ASKED QUESTIONS (FAQ's)
REGARDING CIRCULAR LETTER NO. 11/ 8 /DPM DATED
MARCH 27, 2009 REGARDING PROCEDURES FOR BANK INDONESIA
SHARIAH'S DEPOSIT FACILITY (FASBIS) TRANSACTIONS IN RUPIAH

Q. What is Sharia Deposit Facility (FASBIS)?

A. FASBIS is a rupiah deposit facility provided by Bank Indonesia to Banks for placing their funds with Bank Indonesia in the context of Sharia standing facilities.

Q. What are the characteristics of FASBIS?

A. - using *akad wadiah* (depository);
- having a maximum period of 14 calendar days as of the completion date of transaction up to the maturity date; and
- cannot be traded/mortgaged/cashed before maturity date.

Q. When can a Bank apply for FASBIS?

A. If a Bank, either as a direct or indirect participant (doing transactions through brokers) is not being imposed with a action of temporary suspension for joining OMS activities.

Q. When is *window time* FASBIS opened?

A. FASBIS *Window time* is open on every business day from 04.00 p.m. West Indonesia Time (WIB) to 05.00 p.m. WIB.

Q. What is the mechanism for FASBIS application?

A. A Bank and/or broker submits an application for FASBIS quantity in the minimum offering amount of Rp1,000,000,000.00 (one billion rupiah) or in greater amounts being multiples of Rp100,000,000.00 (one hundred million rupiah).

Q. When is FASBIS fund settled and what is the mechanism?

A. FASBIS Funds are settled on the same day settlement by means of debits to the relevant Bank's Clearing Account in the nominal value of FASBIS quantity offering received.

Q. When is a FASBIS transaction declared null and what is the consequence?

A. In the event that the balance in the Bank's Clearing Account is insufficient to cover all the Fund Settlement obligations up to the *cut-off warning* time of BI-RTGS system. As a consequence, the Bank will be imposed with sanctions.

Q. What are the forms of sanctions?

A. Sanctions imposed shall be in the following forms:

- a. Written warning, and
- b. Obligation to pay 1⁰/₀₀ (one per mil) of the nominal amount of FASBIS amount declared null or a maximum amount of Rp.1,000,000,000.00 (one billion Rupiah); and also
- c. Sanction of suspension from participating in OMS activities for 5 (five) business days consecutively **in the event that** a FASBIS transaction is declared null for the third time within a period of 6 (six) months.

DPM